

SPECIAL COUNCIL MEETING  
CITY OF CROSSLAKE  
FRIDAY, AUGUST 16, 2013  
9:00 A.M. – CITY HALL

The Council for the City of Crosslake met in a Special Session on August 16, 2013 for the purpose of discussing the 2014 Budget. The following Council Members were present: Mayor Darrell Schneider, Steve Roe, Gary Heacox, John Moengen, and Mark Wessels. Also present were City Administrator/Consultant Dan Vogt, Finance Director/Treasurer Mike Lyonais, City Clerk Char Nelson, Public Works Director Ted Strand, Police Chief Bob Hartman, Community Development Director Ken Anderson, Fire Chief Chip Lohmiller, Parks Director Jon Henke, EDA President Patty Norgaard, and General Manager Paul Hoge. There were no public attendees.

Mayor Schneider called the Special Council Meeting to order at 9:00 A.M. and turned the meeting over to Finance Director/Treasurer Mike Lyonais.

Mr. Lyonais responded to Steve Roe's request at the Regular Meeting of August 12<sup>th</sup> of wanting to know why the City was over budget in July by showing the last few years' Expenditure reports as of July 31. The City was in the 70% range for expenses in 2010, 2011 and 2012 as well. This is due to the timing of bond payments and capital outlay purchases. Mr. Lyonais will begin reviewing the expense and revenue reports with the Council on a quarterly basis. Steve Roe asked the balance of the reserve accounts. Mr. Lyonais displayed the breakdown of the reserve accounts and noted that there is no specific detail pertaining to the use of the funds.

Mike Lyonais reported that no suggestions or comments were received since the prior budget meeting, so all documents pertaining to the budget remained the same. Dan Vogt stated that the Council could set the levy now and have until December to reduce it. A discussion ensued regarding the possibility of keeping the levy the same even though the debt will decrease and use that \$70,000 difference for some of the capital outlay requests.

Ken Anderson addressed the Council and requested that the GPS unit and Ford Expedition be purchased now because the Planning and Zoning Department is under budget because a third employee has not been hired to fill the vacant position.

Mike Lyonais presented Market Value rates for the last few years which showed a steady decline. Mr. Lyonais asked for direction and input on where the Council wants the levy to be. Mark Wessels stated that he would like to keep the levy close to where it has been for the last few years. Steve Roe stated that the Council should review the 2013 capital outlay expenses and determine where that funding was coming from. Mark Wessels noted that the City could sell excess property and equipment to increase revenue. Mayor Schneider stated that he would like the levy rate to stay the same. It was the consensus of the Council to set a Special Meeting on August 29, 2013 at 3:00 P.M. to further discuss the 2014 Budget and review Market Value information from the County for 2014. Mark Wessels requested that the EDA budget proposal be added to the capital outlay report because it is a new item this year.

There being no further business at 10:45 A.M., MOTION 08SP2-01-13 WAS MADE BY JOHN MOENGEN AND SECONDED BY MARK WESSELS TO ADJOURN THE MEETING. MOTION CARRIED WITH ALL AYES.

Respectfully submitted by,

A handwritten signature in black ink, appearing to read "Charlene Nelson". The signature is fluid and cursive, written over the printed name.

Charlene Nelson  
City Clerk

Deputy Clerk/Minutes/8-16-13